BEFORE THE SHORELINES HEARINGS BOARD STATE OF WASHINGTON IN THE MATTER OF THE ADOPTION OF AMENDMENTS TO THE KITSAP COUNTY SHORELINE MANAGEMENT MASTER PROGRAM, KITSAP COUNTY, Appellant, SHB No. 83-18 ν. ORDER GRANTING MOTION FOR SUMMARY JUDGMENT STATE OF WASHINGTON, DEPARTMENT OF ECOLOGY, Respondent, and E. SHIPPEN WILLING, Intervenor.

Hearings Board by written argument on consent of the parties.

Respondent filed documents opposing the motion; intervenor filed

documents supporting the motion. Replies to respondent's documents

Appellant's Motion for Summary Judgment came before the Shorelines

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were also filed.

Having considered the documents pertinent to the motion, and the file and record herein, and finding no genuine issue as to any material fact, the Board makes the following decision.

The undisputed facts show that WAC 173-14-060(2) relating to quidelines for aquaculture regulations was amended by respondent's action filed with the Code Reviser on October 17, 1980. 80-15-072. The implementation of the amended regulation was provided in subsection (b) thereof.

In 1981, appellant County proceeded to make the changes to its Shoreline Master Program (SMP) to implement the state guidelines. After the proposed amendment to the aquaculture use regulations in the SMP was formulated, appellant circulated a proposed Negative Declaration. Thereafter, on March 25, 1982, a Declaration of Non-significance was signed. On June 7, 1983, appellant adopted the proposed amendment to the SMP. On November 17, 1982, respondent held a public hearing on appellant's amendments. During the hearing, respondent indicated an intent to modify the amendment adopted by the County. In response to its inquiry, appellant was notified that the submission of revised amendments was not expected. Respondent indicated its intention to adopt amendments to appellant's SMP without further submittals from appellant.

The adoption proceedings were continued a number of times until finally scheduled for March 16, 1983. During the hiatus, appellant reviewed respondent's modifications to the proposed aquaculture

amendment. On November 23, 1982, appellant withdrew its DNS in a comment noted on a Declaration of Significance prepared by appellant assigning the Director of the Department of Ecology as the applicant.

By letter dated pecember 17, 1982, respondent notified appellant of its intent to make its own threshold determination because the proposed amendments were a new proposal for which respondent was the lead agency. Appellant did not agree to allow respondent to assume lead agency status.

Respondent prepared and circulated a proposed declaration of non-significance. By letter dated March 3, 1983, appellant claimed continued lead agency status for itself and, in addition, contested the finding of non-significance.

On March 16, 1983, respondent adopted its proposed changes to the Kitsap County Shoreline Master Program. The adoption order was filed on March 24, 1983. WSR 83-08-002. The adoption was appealed to this Board on April 12, 1983. After hearing continuances requested by the parties on various occasions, this motion came before the Board.

This matter turns on the procedure to be followed when adopting amendments to provisions of a shoreline master program affecting shorelines of statewide significance under the Shoreline Hanagement Act (SNA). The authority to adopt amendments affects the lead agency determination under the State Environmental Policy Act (SEPA).

RCW 90.58.090 provides the procedure to be followed in the initial adoption of master program by local government. Subsection 2 thereof

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provides the procedure to be used relating to shorelines of statewide significance:

Master programs or segments thereof shall become effective when adopted or approved by the department as appropriate. Within the time period provided in RCW 90.58.080, each local government shall have submitted a master program, either totally or by segments, for all shorelines of the state within its jurisdiction to the department for review and approval.

. .

(2) As to those segments of the master program relating to shorelines of state-wide significance the department shall have full authority following review and evaluation of the submission by local government to develop and adopt an alternative to the local government's proposal if in the department's opinion the program submitted does not provide the optimum implementation of the policy of this chapter to satisfy the state-wide interest. If the submission by local government is not approved, the department shall suggest modifications to the local government within ninety days from receipt of the submission. The local government shall have ninety days after it receives said modifications to consider the same and resubmit a master program to the department. Thereafter, the department shall adopt the resubmitted program or, if the department determines that said program does not provide for optimum implementation, it may develop and adopt an alternative as hereinbefore provided.

The provision requires that respondent first review and evaluate local government's submission. If not approved, respondent shall suggest modifications to the local government. Local government has an opportunity to resubmit a master program, or segment thereof. Respondent may then adopt the resubmitted program or, if unsatisfactory, it may develop and adopt an alternative master program.

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 With respect to amendments to master programs or segments thereof, respondent has adopted WAC 173-19-060:

At any time after adoption or approval of the master program by the department, local government may pursuant to RCW 90.58.190 propose additions, deletions, or modifications to the master program deemed necessary by local government to reflect changing local circumstances, new information, or improved data. A revision to the master program shall be consistent with chapter 90.58 RCW and chapter 173-16 WAC, and shall be submitted to the department for its review and formal action. No such revision submitted to a master program by local government shall become effective until thirty days after the department's order adopting the revision has been filed with the code reviser.

The regulation provides for additions, deletions, or modifications to a master program pursuant to RCW 90.58.190. The statutory provision, though not directly addressing changes to an existing master program, does not exclude it.

pursuant to RCW 90.58.190, respondent must follow the 90 day review and resubmission procedure on master program revisions. This procedure would be consistent with the statute and its legislative intent. If there is ambiguity in the statute, the legislative intent can be confirmed in the Journal of the Senate. (See pp 1409-1410, May 4, 1971.)

Respondent did not adopt the master program revisions as proposed, nor did it provide appellant with 90 days to resubmit its revisions. Instead, respondent adopted markedly different revisions for the aquaculture segment or portion of appellant's master program involving substantial deletions to the original proposal. In so doing, respondent did not proceed consistently with RCW 90.58.090(2). It did

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not give appellant the opportunity to resubmit its revisions. Only after such opportunity has passed does respondent vest with the authority to adopt an alternate revised master program.

It follows from the foregoing analysis that appellant was and is the "lead agency" for SEPA compliance. WAC 197-10-203 and 205. Respondent did not have jurisdiction to adopt regulations and, therefore, it could take no "action" on its own. Appellant did not agree to relinguish its lead agency status on its proposed revision; there was no assumption of lead agency status (WAC 197-10-345) by respondent on the proposed revision.

We conclude that respondent's action adopting revisions to the aquaculture provisions of the Kitsap County Master Program on Order DE 83-11 dated March 16, 1983, and as filed in WSR 83-08-002 is invalid because the adoption exceeded the statutory authority of the agency. RCW 90.58.180(4)(b).

Although the foregoing analysis is dispositive of which agency may act on the revisions in this instance, there remains some question as to whether respondent (if it had the authority) could adopt a master program "segment" in the manner that it did. The procedure used to adopt or deny adoption of a master program, or portions thereof, are set forth in WAC 173-19-062 and -064. The statutes and regulations refer to master programs, or "segments" thereof (RCW 90.58.090), or "portion" thereof (RCW 90.58.120, WAC 173-19-064). A revised master program segment with substantial changes made by respondent must continue to meet the adoption criteria of the SMA and the Administrative Procedure Act (ch. 34.04 RCW). At some point, a change to a revision becomes a new proposal. Respondent admits as much in this case. As such, the rule was probably also adopted inconsistent with statutory rule-making procedures.

In a proper case, respondent could, and perhaps must, become the lead agency for an action relating to rule making under the SMA.

The Motion for Summary Judgment is granted and the matter is remanded to the Department of Ecology to formally rescind its Order DE 83-11, and to provide appellant Kitsap County with an opportunity to resubmit its proposed master program revisions.

DATED this day of December, 1983.

SHORELINES HEARINGS BOARD

DAVID AKANA, Lawyer Member

GAYLE ROTHROCK, Chairman

RODNEY M. KERSLAKE, Member

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